GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industries & Commerce Department - M/s Jai Raj Ispat Limited – Providing certain tailor-made incentives for setting up of integrated steel plant at Kurnool District - Orders - Issued.

INDUSTRIES AND COMMERCE (P&I) DEPARTMENT

G.O.Ms.No. 9 **Dated: 05.02.2024**
Read the following:-

1. G.O.Ms.No.126, Ind. & Com (P&I) Dept., dated: 04-10-2016
2. From the Director, Jai Raj Steel, Lr.No.JRIL/KNL/COM.INDST/2023-24/442, Dt:23.11.2023.
3. Minutes of the State Investment Promotion Committee meeting held on 12.12.2023.
4. Minutes of the State Investment Promotion Board meeting held on 30.01.2024.

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ORDER:

In the reference 1st read above, orders were issued extending certain incentives to M/s. Jai Raj Ispat Limited to their proposed integrated steel plant with a capacity of 2.20 MTPA in 3 phases at Orvakal Mega Industrial Hub in Kurnool District of Andhra Pradesh as follows:-

i. To provide Government land for the 1st phase of the project in Orvakal Mega Industrial Hub in Kurnool district @ Rs.3.5 Lakhs per acre.
ii. 600 acres of land required for the 2nd and 3rd phase will be reserved for 5 years, subject to payment of requisite processing fee and cost as per APIIC land allotment policy.
iii. Reimbursement of 100 % NET VAT&CST for a period of (7) years from the date of commencement of commercial production or upto realization of 100% fixed capital investment, whichever is earlier.
iv. Reimbursement of one time land conversion cost from Agriculture to Industrial use.
v. 50% subsidy for sustainable green measures as specified in the IDP 2015-20 Policy with ceiling of INR 50 crore.
vi. All other incentives as per IDP 2015-20 Policy.

2. In the reference 2nd read above, the Director, Jai Raj Steel has stated that tailor made incentives sanctioned vide reference 1st read above could not be implemented under the above policy within the committed timelines and some of the incentives which were granted under the above G.O. have become obsolete (Reimbursement of VAT&CST) and requested to extend certain incentives/ benefits under Mega projects category of APIDP 2023-27.

3. Accordingly, the proposal was placed before the State Investment Promotion Board (SIPB) meeting held on 30.01.2024 with recommendations of State Investment Promotion Committee (SIPC) in its meeting held on 12.12.2023.

4. Government, after careful examination of the decisions of the State Investment Promotion Board (SIPB), hereby extend the following incentives to M/s. Jai Raj Ispat Limited:

1. 100% reimbursement of SGST limited to 100% of CAPEX (excluding land) for 5 years, as per IDP 2023-27.
2. Power cost reimbursement @ Rs 1.00 per unit for a period of 5 years.
3. Waiver of Betterment charges, Development charges and green fee amounting to Rs. 15.99 Cr.
4. All other Incentives as per IDP 2023–27 and Energy Policy.

5. The incentives shall be made applicable subject to company adhering to the definite time lines for implementation of the project and investment and employment commitment from the company as per the DPR submitted and as per the rules in vogue.

6. The Commissioner of Industries, A.P., Mangalagiri shall take necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

N YUVARAJ
SECRETARY TO GOVERNMENT & CIP

To
The Commissioner of Industries, A.P., Mangalagiri.
M/s Jai Raj Ispat Limited., Plot No. 8, Phase.III, IDA, Jeedimetla, Hyderabad.

Copy for information and action
The PR&RD Department.
The MA&UD Department.
The Collector & District Magistrate, Kurnool District.
The District Industries Officer, District Industries Centre, Kurnool District.

Copy for information to:
The Finance (FMU-I&I, Energy and I&C) Department.
The Energy Department.
The Revenue (CT) Department.
The Revenue (Registration) Department
The Law (H) Department
The Accountant General, Andhra Pradesh.
The Commissioner of Commercial Taxes.
The CDMA, GoAP.
The Commissioner, PR, GoAP.
P.S. to Chief Secretary to Chief Minister.
P.S. to Spl. Chief Secretary to Chief Minister.
P.S. to Hon'ble Minister (III & Comm.&IT).
P.S. to Secretary to Government & CIP, Industries & Commerce Department.
The G.A. (Cabinet. I) Department with reference to their U.O. Note No. 33/2024 dt. 01.02.2024.
SC/SF.

//Forwarded :: by order//

S.Swarnalatha
SECTION OFFICER